

September 2009 Transportation Revenue Forecast

Paula J. Hammond
Secretary

David L. Dye
Deputy Secretary

Steve Reinmuth
Chief of Staff

Doug Vaughn
Director
Budget & Financial Analysis

Lizbeth Martin-Mahar
Assistant Director
Economic Analysis

Washington State Transportation Commission
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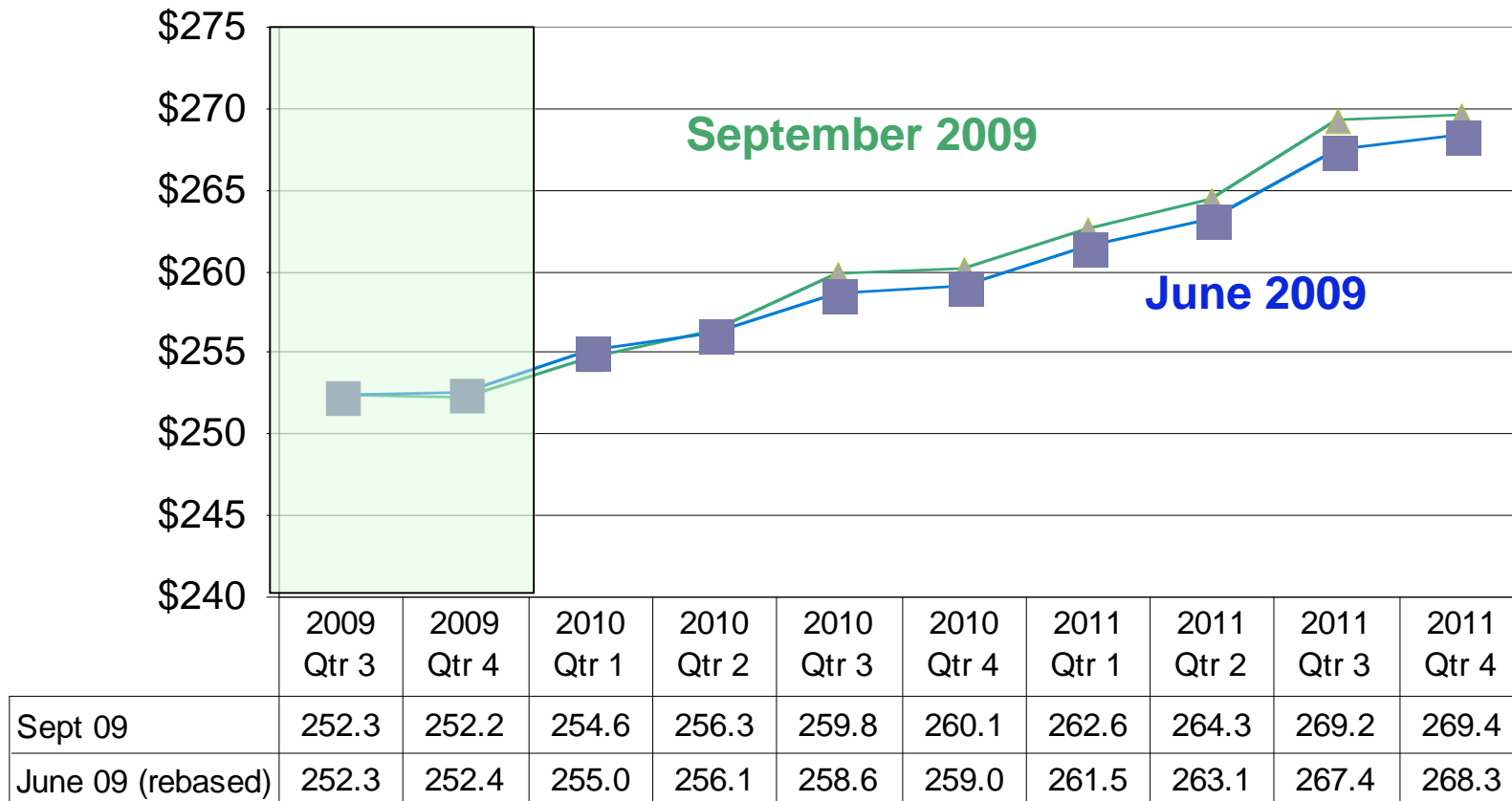
**Washington State
Department of Transportation**

Key Economic Variables Have Changed Since the June 2009 Forecast

Economic Variables	Short-term Change from June forecast
Washington Personal Income	
Inflation	
Fuel Prices (near term)	
Fuel Efficiency	
Population	No change
Unemployment Rate	

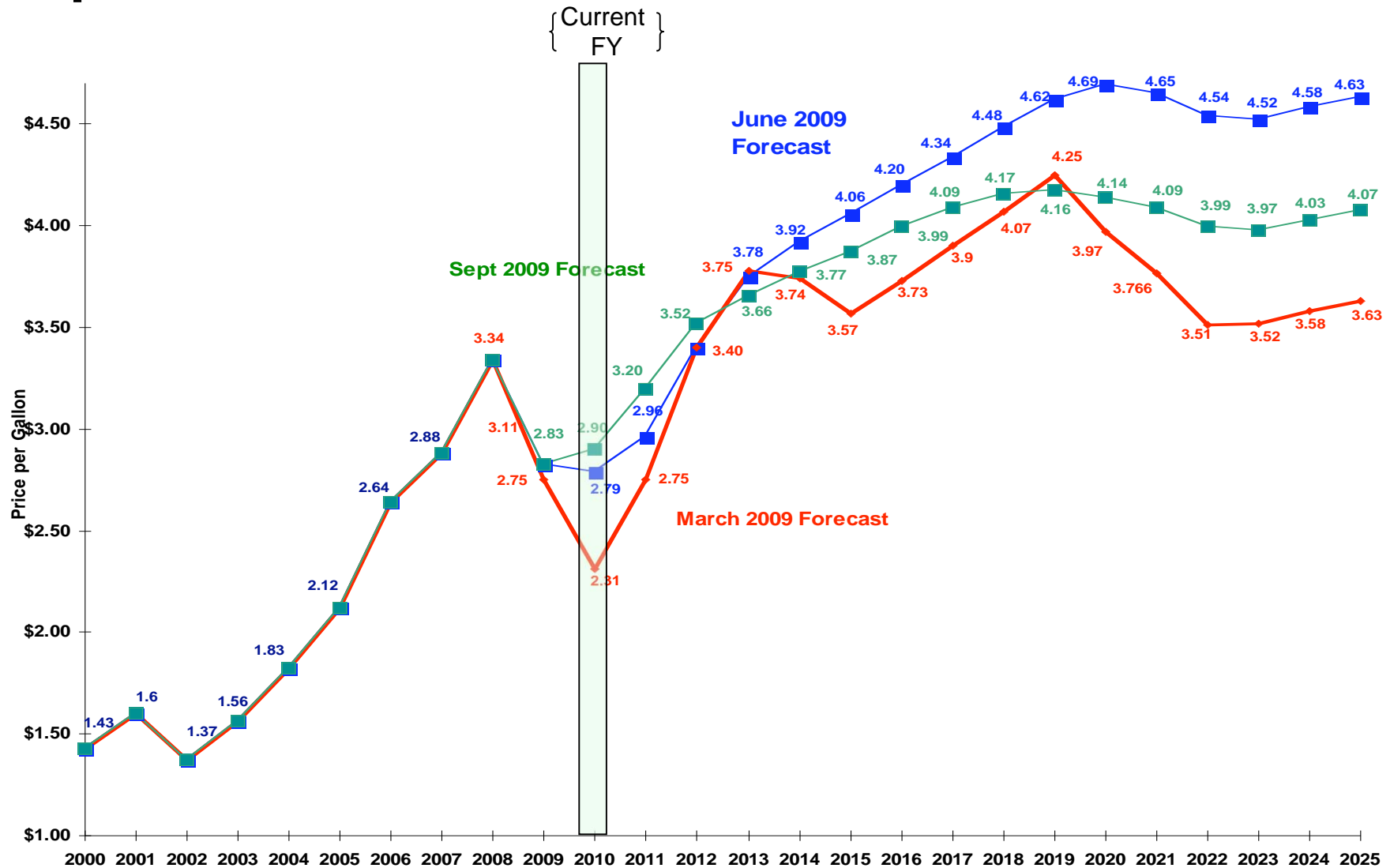
Comparison of Washington Quarter Real Personal Income for September vs. June 2009

Billions of Dollars



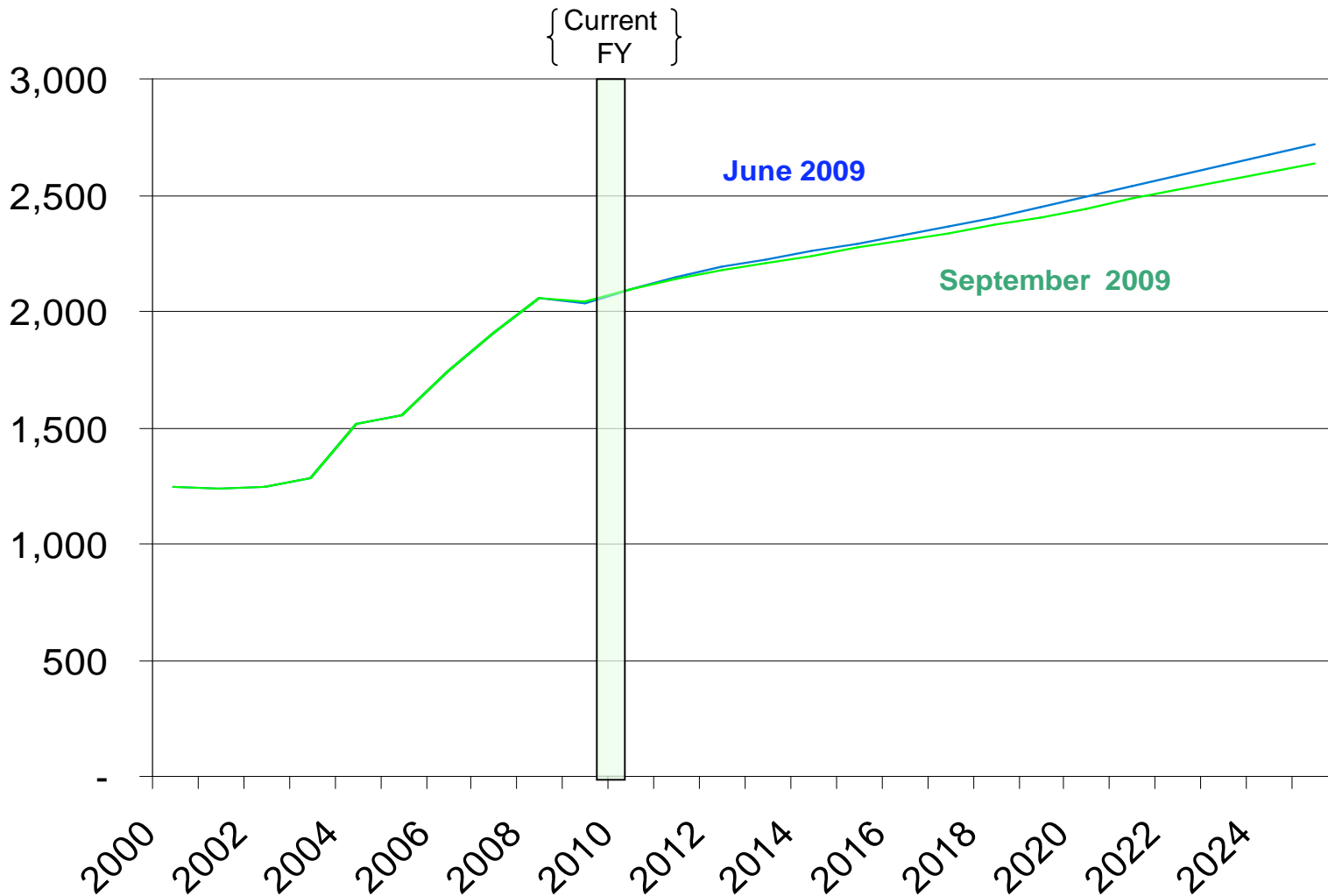
September Forecast: Based on September GI variables with adjustments for average Blue Chip US GDP growth rates and NYMEX future fuel prices; GI variables were rebased to 2005 dollars

Forecast of Washington Gasoline Prices, All Grades; September vs. June vs. March 2009



Overall September Transportation Revenue Projections are Nearly the Same As the June Forecast

Millions of Dollars

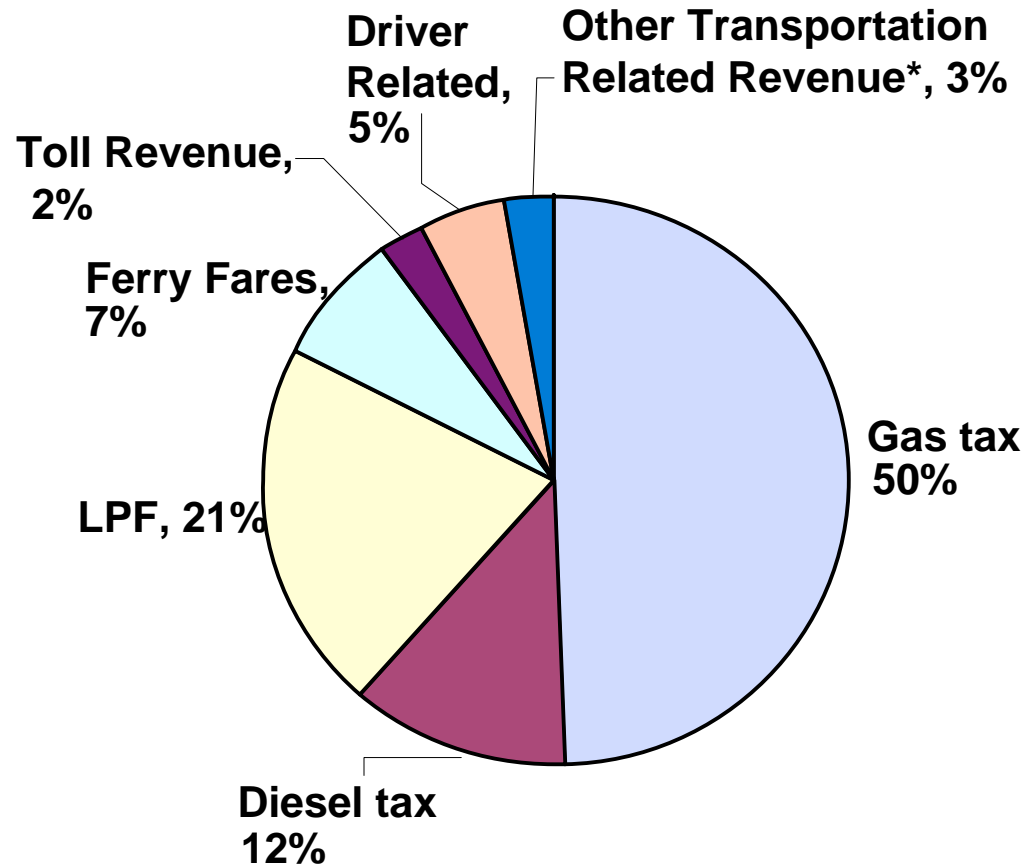


September 2009 Revenue Projections are Slightly Down For WSDOT From the June 2009 Forecast

September 2009 Forecast to Forecast Comparison of Transportation Revenues (Millions of Dollars)									
Revenue Sources	Current Biennium						16-Year Period		
	2007-09			2009-11			(2007-2023)		
	Forecast	Chg	Percent	Forecast	Chg	Percent	Forecast	Chg	Percent
	Sept 09	from June 09	Change	Sept 09	from June 09	Change	Sept 09	from June 09	Change
Motor Vehicle Fuel Taxes	2,492	(2)	-0.1%	2,606	(3)	-0.1%	22,229	(23)	-0.1%
Licenses, Permits and Fees	896	10	1.1%	889	(7)	-0.8%	7,800	(52)	-0.7%
All Other Sources	692	1	0.1%	738	(3)	-0.4%	6,536	4	0.1%
Total Revenues	4,080	9	0.2%	4,221	(13)	-0.3%	36,565	(70)	-0.2%

- The revenue forecast adopted September 17 reflects a slightly lower economic outlook than the previous forecast:
 - due to continued decline in tax collections and belief about a U-shaped recovery from the recession
 - higher fuel prices than expected in June forecast in the near term
- Current projections show the following changes in total revenue:
 - up \$9 million (0.2%) for the 2007-09 biennium
 - down \$13 million (0.3%) in the 2009-11 biennium
 - down \$70 million (0.2%) for the 16 year period from the June forecast


Transportation Revenues by Source: 2009-11 Biennium



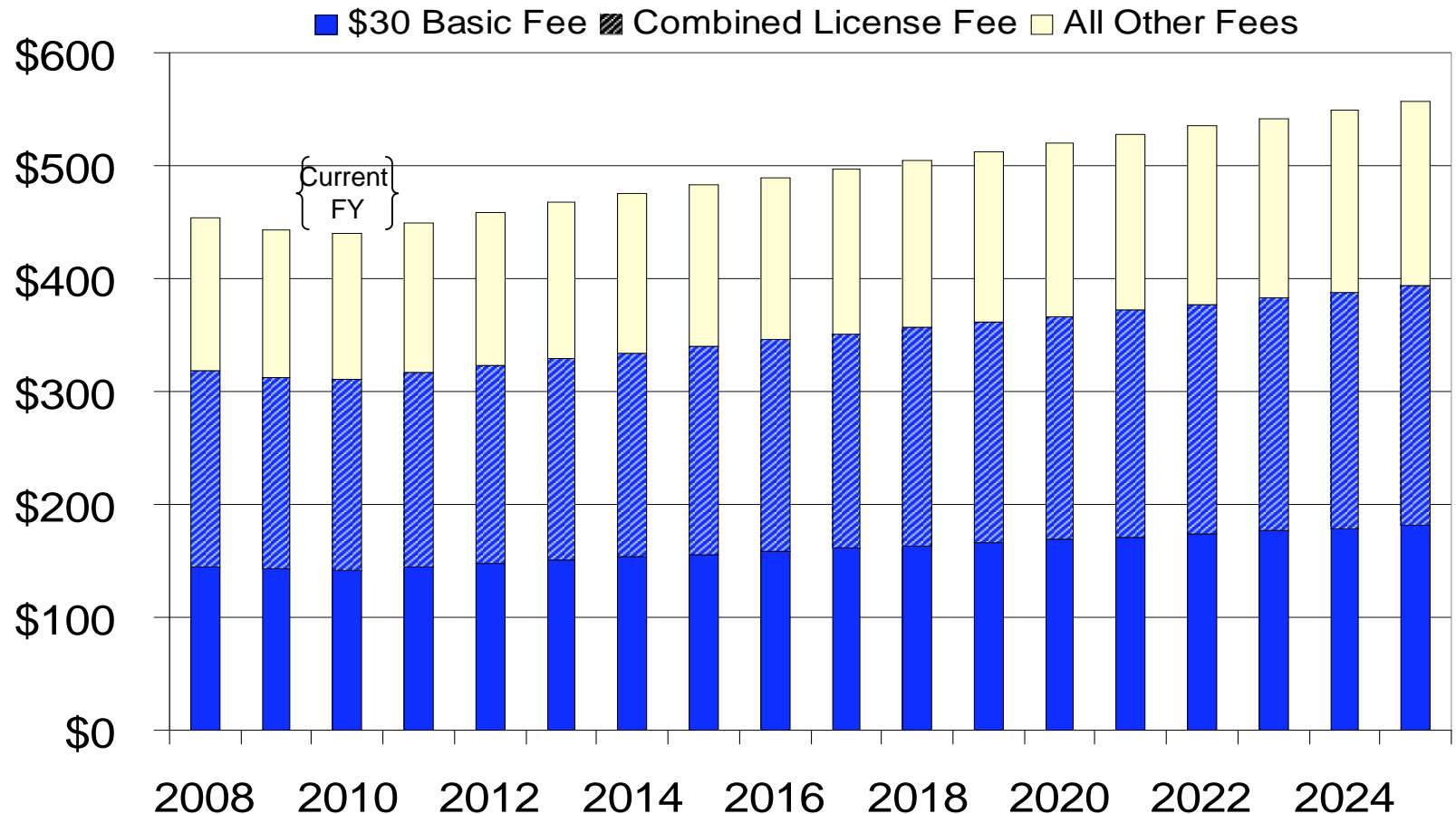
* Transportation Related Revenue is comprised of the vehicle sales and rental car taxes and the business related misc. taxes

September 2009 Forecast of Motor Vehicle Fuel Taxes Are Down Slightly From the June Forecast

Fuel Taxes





- Current projections for total motor vehicle fuel taxes are  :
 - \$2.3 million (0.1%) for the 2007-09 biennium
 - \$3.1 million (0.1%) in the current 2009-11 biennium
 - \$22.6 million (0.1%) for the 16 year period from the June forecast
- Diesel fuel consumption is the primary driver of the loss in fuel taxes in 2007-09 biennium:
 - Diesel fuel consumption has been hit harder than gasoline consumption and is projected to be slower to recover
 - Gross diesel tax collections have been coming in lower than anticipated in June and July but very close to projections in August
 - down \$2.5 million (0.5%) for the 2007-09 biennium
 - up slightly \$0.6 million (0.1%) in the 2009-11 biennium
 - Down \$2.2 million (0.4%) in the 2011-13 biennium
- Gasoline fuel tax collections have come in close to forecast:
 - In future: higher projections of gas prices in the near term cause future decline
 - up \$0.3 million (0.01%) for the 2007-09 biennium
 - down \$3.7 million (0.2%) in the current 2009-11 biennium
 - down \$2.9 million (0.1%) in the upcoming 2011-13 biennium

Major Components of Licenses, Permits and Fee Revenues - September Forecast















September 2009 Forecast of Licenses, Permits and Fees Are Down From the June 2009 Forecast

Licenses, Permits and Fee Revenue

- Projections for licenses, permits and fee revenue are down in current and future biennia:
 -  \$10.2 million (1.15%) for the 2007-09 biennium
 -  \$7.4 million (0.82%) in the current 2009-11 biennium
 -  \$51.5 million (0.66%) for the 16 year period from the June forecast
- Registrations in June of FY 2009 came in higher than prior projections:
 - Overall cars & truck growth: FY08 and FY09
 - Cars: down 2.1% between FY08-09 (1.4% above the June forecast)
 - Trucks: down 2.9% between FY08-09 (1.4% above the June forecast)
- Registrations in July and August of FY 2010 came in lower than projected
- Other licenses, permits and fee revenue were  from the June forecast:
 - Vehicle inspection fees
 - Dealer temporary permits
 - Trip permit fees
 - Plate replacement fees
 - Title fees
 - Plate reflectivity fees

Other Components of Transportation Revenue Are Both Up and Down From the June 2009 Forecast

- **Total Ferry Revenue** (2009-11 biennium: \$308 million)
 -  \$0.12 million (0.04%) for the 2009-11 biennium
 -  \$1.5 million (0.5%) in the 2011-13 biennium
- **Aeronautics Revenue** (2009-11 biennium: \$5 million)
 -  \$0.34 million (6.4%) for the 2009-11 biennium
 -  \$0.33 million (6.4%) for 2011-13 biennium
- **Rental Car Taxes** (2009-11 biennium: \$45 million)
 -  \$1.2 million (2.8%) for the 2009-11 biennium
 -  \$0.4 million (0.8%) for the 2011-13 biennium
- **Vehicle Sales Tax** (2009-11 biennium: \$58 million)
 -  \$0.7 million (1.3%) for the 2009-11 biennium
 -  \$1.6 million (2.3%) for the 2011-13 biennium
- **Business/Other Revenue** (2009-11 biennium: \$16.5 million)
 -  \$2.4 million (16.9%) for the 2009-11 biennium
 -  \$0.3 million (1.8%) for the 2011-13 biennium
- **Driver-Related Fees** (2009-11 biennium: \$196 million)
 -  \$1.5 million (0.8%) for the 2009-11 biennium
 -  \$1 million (0.5%) for the 2011-13 biennium

TNB Toll Revenue is Down in 2009-11 biennium

Toll rate assumption in June baseline forecast

Toll Rates	2009	2010	2011-2012	2013-2015	2016 & beyond
ETC	\$2.75	\$2.75	\$4.00	\$5.00	\$6.00
Cash	\$4.00	\$4.00	\$4.00	\$5.00	\$6.00

Toll rate assumption in September baseline forecast

Toll Rates	2009	2010	2011 & beyond
ETC	\$2.75	\$2.75	\$2.75
Cash	\$4.00	\$4.00	\$4.00

- June forecast of TNB toll revenue was rebased to exclude the future higher toll rate assumptions (FY 2011 and beyond) for comparison purposes
- Total Toll Revenue (Includes HOT lanes) (2009-11 biennium: \$97.5 million)



\$0.9 million for the 2007-09 biennium from June forecast



\$3.6 million for the 2009-11 biennium from June forecast



\$0.8 million for the 2011-13 biennium from June forecast

Questions?

If you have questions, or want additional information on the September Revenue Forecast, please contact:

Doug Vaughn, Director of Budget and Financial Analysis, at
(360) 705-7401 or VaughnD@wsdot.wa.gov



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